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PUBLIC SERVICE  
COMMISSION

Columbia Gas<sup>®</sup>  
of Kentucky

A NiSource Company

2001 Mercer Road  
Lexington, KY 40511

Ms. Stephanie Stumbo  
Executive Director  
Kentucky Public Service Commission  
211 Sower Boulevard  
P. O. Box 615  
Frankfort, KY 40602

October 10, 2008

**RE: Case No. 2008-00403**

Dear Ms. Stumbo:

On September 29, 2008, Columbia Gas of Kentucky, Inc. ("Columbia") submitted its Application in this docket. As in its previous financing applications, Columbia provided Exhibit E in its Application to address the filing requirements set forth in 807 KAR 5:001 Section 11(1)(a). Columbia submits the attached Substitute Exhibit E to supplement its application submitted on September 29, 2008. In the event that the Commission Staff desires an additional narrative description of Columbia's property, please accept the attached for filing.

If you have any questions about this matter, please do not hesitate to contact me at (614) 460-4648 or Judy Cooper at (859) 288-0242.

Sincerely,



Stephen B. Seiple  
Lead Counsel

**COLUMBIA GAS OF KENTUCKY, INC.**

cc: Hon. Anita Mitchell  
Hon. Richard Taylor

COLUMBIA GAS OF KENTUCKY

A DESCRIPTION OF APPLICANT'S PROPERTY, INCLUDING A  
 STATEMENT OF THE NET ORIGINAL COST OF THE PROPERTY AND THE  
 COST THEREOF TO APPLICANT

June 30, 2008

The applicant owns and operates natural gas distribution facilities providing service to approximately 137,000 customers as of June 30, 2008. The distribution mains consist of 2,532 miles of pipeline. A breakdown of distribution main miles by material type, as of December 31, 2007 is as follows:

Miles of Plastic Main	1,156
Miles of Protected Steel Main	849
Miles of Cast/Wrought Iron Main	25
Miles of Unprotected/BS Main	500
Miles of Other Main	2
Total Miles Distribution Main	2,532

Additionally, Columbia operates 58 miles of transmission main.

The applicant's natural gas distribution system also includes 484 district regulator stations and 119 town border stations.

Additionally, the applicant's property, plant and equipment includes five buildings that serve as office buildings, service centers, warehouses and garages.

The net original cost of the property and cost thereof to the applicant as of June 30, 2008, was:

	<u>Utility Plant</u>
Original Cost	
Intangible Plant	\$ 1,367,208
Production Plant	7,678
Distribution Plant	257,545,331
General Plant	4,511,022
Construction Work in Progress	<u>5,561,956</u>
Total Plant at Original Cost	\$268,993,195
Less Reserve for Depreciation	<u>117,392,919</u>
Net Original Cost	\$151,600,276